

2010 -- H 7330

LC01031

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2010

A N A C T

RELATING TO FINANCIAL INSTITUTIONS -- LICENSED ACTIVITIES

Introduced By: Representative Lisa Baldelli-Hunt

Date Introduced: February 03, 2010

Referred To: House Corporations

It is enacted by the General Assembly as follows:

1 SECTION 1. Sections 19-14.4-5.1 of the General Laws in Chapter 19-14.4 entitled
2 "Check Cashing" are hereby amended to read as follows:

3 **19-14.4-5.1. Customer checks -- Deferred deposits.** -- (a) A check casher may defer the
4 deposit of a personal check written by a customer for a term of no less than ~~thirteen (13)~~ thirty
5 (30) days, pursuant to the provisions of this section. The face amount of the check shall not
6 exceed five hundred dollars (\$500).

7 (b) Each deferred deposit shall be made pursuant to a written agreement that has been
8 signed by the customer and by the check casher or an authorized representative of the check
9 casher. The written agreement shall contain a statement of the total amount of any fees charged
10 for the deferred deposit, expressed both in United States currency and as an annual percentage
11 rate (APR), as required by federal regulations. The written agreement shall authorize the check
12 casher to defer deposit of the personal check until a specific date no less than ~~thirteen (13)~~ thirty
13 (30) days from the date the written agreement was signed and executed. The written agreement
14 shall not permit the check casher to accept collateral.

15 (c) A roll-over is an extension or deferral of the payment due date of a deferred deposit
16 transaction for the payment of only an additional fee.

17 (d) The maximum amount of a single customer's check is five hundred dollars (\$500).

18 (e) The maximum aggregate amount of concurrently outstanding checks held by the
19 licensee or its affiliate from the same customer is five hundred dollars (\$500).

1 (f) The maximum number of concurrently outstanding checks held by the licensee or its
2 affiliates from the same customer is three (3).

3 (g) The maximum number of rollovers permitted is one.

4 (h) The check casher shall give a duplicate original of the agreement to the customer at
5 the time of the transaction.

6 SECTION 2. This act shall take effect on July 1, 2010.

=====
LC01031
=====

EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF
A N A C T
RELATING TO FINANCIAL INSTITUTIONS -- LICENSED ACTIVITIES

1 This act would amend the period of time for which a check cashier may defer the deposit
2 of a personal check from thirteen to thirty days.

3 This act would take effect on July 1, 2010.

=====
LC01031
=====